

CITY COUNCIL AGENDA ITEM COVER MEMO

Agenda Item Number _____

Meeting Type: Regular

Meeting Date: 3/12/2015

Action Requested By:
Community
Development

Agenda Item Type
Resolution

Subject Matter:

Resolution for HOME funds to construct Senior Housing

Exact Wording for the Agenda:

Resolution authorizing the Mayor to rescind Resolution 15-87 and modify the amount of HOME funds committed to Stratus Development, LLC for Lenox Park Senior Housing Community.

Note: If amendment, please state title and number of the original

Item to be considered for: Action

Unanimous Consent Required: No

Briefly state why the action is required; why it is recommended; what Council action will provide, allow and accomplish and; any other information that might be helpful.

This resolution will allow the Mayor to commit HOME funds to Stratus Development, LLC for the construction of 60 Senior Housing Apartments. The amount of HOME funds is \$601,000.

Associated Cost:

Budgeted Item: Yes

MAYOR RECOMMENDS OR CONCURS: Select...

Department Head: _____

Date: 3/6/15
1/26/2015

ROUTING SLIP
CONTRACTS AND AGREEMENTS

Originating Department: Community Development

Council Meeting Date: 3/12/2015

Department Contact: Scott Erwin

Phone # 256-427-5423

Contract or Agreement: Agreement

Document Name: Resolution entering into an agreement with Stratus Development, LLC

City Obligation Amount:

Total Project Budget:

Uncommitted Account Balance:

Account Number:

Procurement Agreements



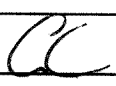

<u>Select...</u>	<u>Select...</u>
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Grant-Funded Agreements

Federal HUD

Grant Name:

HOME Investment Partnership Grant

Department	Signature	Date
1) Originating		3/6/15
2) Legal		3/10/15
3) Finance 		3/11
4) Originating		
5) Copy Distribution		
a. Mayor's office (2 copies)		
b. Clerk-Treasurer (Original & 2 copies)		
c. Legal (1 copy)		

RESOLUTION NO. 15-_____

WHEREAS, the City of Huntsville applied for and received funds from a United States Department of Housing and Urban Development HOME Investment Partnership Program ("HOME") grant; and

WHEREAS, the City of Huntsville is desirous of leveraging its allocation of HOME funds to produce additional affordable housing within the City of Huntsville through the development of properties that utilize state, federal or quasi-federal programs to subsidize total development costs; and

WHEREAS, the City of Huntsville has previously published a Request for Proposals for the development of multi-family rental units and has selected a proposal from Stratus Development, LLC for the development of 60 units of housing for the elderly located on Old Blue Spring Road; and

WHEREAS, the creation of affordable housing for the elderly within the City of Huntsville will provide a direct public benefit of a reasonably general character; and

WHEREAS, Stratus Development, LLC is applying for an allocation of federal tax credits to develop Lenox Park Apartments in the Alabama Housing Finance Authority's (AHFA) 2015 application cycle which ends on March 31, 2015; and

WHEREAS, receiving HOME funds through the City of Huntsville will assist Stratus Development, LLC in obtaining federal tax credits;

WHEREAS, the City of Huntsville previously committed HOME Investment Partnership Program funds in the amount of \$361,000 to Stratus Development, LLC for the development of Lennox Park Apartments pursuant to Resolution 15-87 to Stratus, LLC.;

WHEREAS, the City of Huntsville now desires to commit \$601,000 in HOME funds to Stratus Development, LLC for the development of Lennox Park Apartments;

NOW THEREFORE BE IT RESOLVED the City Council of the City of Huntsville, Alabama that Resolution 15-87, adopted on February 12, 2015, is hereby rescinded, and

BE IT FURTHER RESOLVED the City Council of the City of Huntsville, Alabama hereby commits \$601,000 in HOME Investment Partnership Program funds to Stratus Development, LLC for the development of Lenox Park Apartments. Said commitment is subject to a) receipt by Stratus Development, LLC of an allocation of tax credits and b) City Council approval of an Agreement between the City of Huntsville, Alabama and Stratus Development, LLC for HOME Investment Partnership Funds to be drafted and approved upon receipt of federal tax credits from the State of Alabama.

ADOPTED this the 12th day of March, 2015.

President of the City Council of the
City of Huntsville, Alabama

APPROVED this the 12th day of March, 2015.

Mayor of the City of Huntsville,
Alabama